

BOB F. ANDERSON, PE, INC.
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November 26, 2002

Honorable James H. Welsh,
Commissioner of Conservation
Office of Conservation
P. O. Box 94275
Baton Rouge, LA 70804-4275

Re: APPLICATION FOR PUBLIC HEARING

Proposed Alternate Unit Wells
Hosston Zone, Reservoir A
HOSS RA SU12, 13, 24 & 25
Cotton Valley Formation, Reservoir A
CV RA SU12, 13, 24 & 25
Lower Cotton Valley Zone, Reservoir A
LCV RA SUA, L, 59 & 65
Elm Grove Field, Bossier Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of **CAMTERRA RESOURCES, INC.**, (Applicant), to the Commissioner of Conservation for a public hearing to consider evidence relative to the issuance of an Order pertaining to the following matters relating to the Hosston Zone, Reservoir A, Cotton Valley Formation, Reservoir A and the Lower Cotton Valley Zone, Reservoir A, Elm Grove Field, Bossier Parish, Louisiana.

1. To permit the applicant to drill, designate and utilize their Long-Dehan No. 2 and No. 3 Wells as an additional unit wells, in exception to the spacing provisions of the 361-A, 361-B and the 361-E Series of Office of Conservation Orders, for the production of gas and condensate for the Hosston Zone, Reservoir A, the Cotton Valley Formation, Reservoir A and the Lower Cotton Valley Zone, Reservoir A, in the units designated HOSS RA SU12, CV RA SU12 and LCV RA SU65, Elm Grove Field, Bossier Parish, Louisiana, such wells and units being shown on the attached plat and being made a part hereof.
2. To permit the applicant to drill, designate and utilize their Long-Dehan No. 4, their Lister No. 1, their Lister No. 2 Wells as an additional unit wells, in exception to the spacing provisions of the 361-A, 361-B and the 361-E Series of Office of Conservation Orders and their Dance No. 11 Well at the location shown on the attached plat and/or any other legal location within said units, for the production of gas and condensate for the Hosston Zone, Reservoir A, the Cotton Valley Formation, Reservoir A and the Lower Cotton Valley Zone, Reservoir A, in the units designated HOSS RA SU13, CV RA SU13 and LCV RA SU59, Elm Grove Field, Bossier Parish, Louisiana, such wells and units being shown on the attached plat and being made a part hereof.

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3. To permit the applicant to drill, designate and utilize their Cowell No. 7 Well as an additional alternate unit well, in exception to the spacing provisions of the 361-A, 361-B and the 361-E Series of Office of Conservation Orders for the production of gas and condensate for the Hosston Zone, Reservoir A, the Cotton Valley Formation, Reservoir A and the Lower Cotton Valley Zone, Reservoir A, in the units designated HOSS RA SU24, CV RA SU24 and LCV RA SUA, Elm Grove Field, Bossier Parish, Louisiana, such well and unit being shown on the attached plat and being made a part hereof.
4. To permit the applicant to drill, designate and utilize their Murphy No. 8 Well as an additional alternate unit well, in exception to the spacing provisions of the 361-A, 361-B and the 361-E Series of Office of Conservation Orders for the production of gas and condensate for the Hosston Zone, Reservoir A, the Cotton Valley Formation, Reservoir A and the Lower Cotton Valley Zone, Reservoir A, in the units designated HOSS RA SU25, CV RA SU25 and LCV RA SUL, Elm Grove Field, Bossier Parish, Louisiana, such well and unit being shown on the attached plat and being made a part hereof.
5. To permit the unit operator to produce the assigned unit allowable from the unit well, the alternate unit wells or from a combination thereof at the discretion of the unit operator.
6. To find that additional alternate unit wells are needed on each unit to assists in draining a portion of the unit that cannot be drained by any other well located therein.
7. To consider and cover such other matters as the Commissioner of Conservation may deem pertinent and appropriate.

The Hosston Zone, Reservoir A, was defined in the 361-A Series of Office of Conservation Orders, the Cotton Valley Formation, Reservoir A, was defined in the 361-B Series of Office of Conservation Orders and the Lower Cotton Valley Zone, Reservoir A, was defined in Office of Conservation Order No. 361-E, effective July 16, 1996, all in the Elm Grove Field, Caddo Parish, Louisiana.

The pertinent data pertaining to this application is available for inspection at the Offices of Bob F. Anderson, PE, Inc., 400 Travis Street, Suite 209, Shreveport, Louisiana 71101. Any person wishing to inspect such data should call Bob Anderson 318/425-4230 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent data that is otherwise not available from the Office of Conservation can be obtained **at the expense of the requesting party.**

The subject matter of this hearing does not require a pre-application notice.

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Pursuant to the revised Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Interested Parties and Represented Parties to whom this notice of this application is being sent. A copy of this letter and the attached plat is being sent to the District Manager of the Shreveport District Office of Conservation and to the Interested Owners, Represented Parties and the Interested Parties as shown on the attached list.

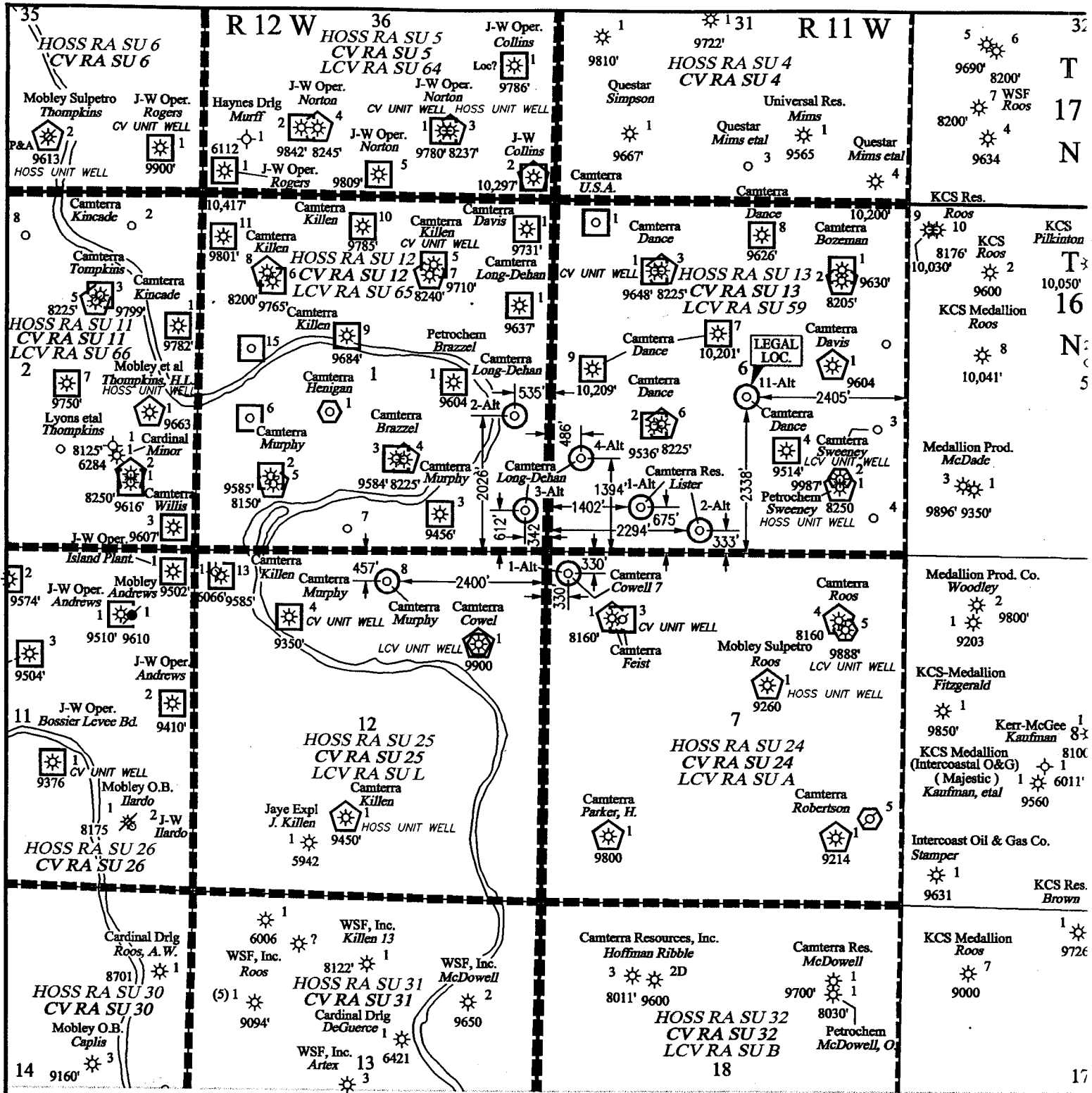
Attached hereto are our checks, made payable to the Office of Conservation, to cover the applicable hearing fee.

Yours truly,

A handwritten signature in black ink, appearing to read "B. F. Anderson", with a long horizontal flourish extending to the right.

B. F. Anderson, PE for
CAMTERRA RESOURCES, INC.

cc: Mr. James Broussard, District Manager Shreveport District Office of Conservation
Interested Owners, Represented Parties and Interested Parties



CAMTERRA RESOURCES, INC. MARSHALL, TEXAS

ELM GROVE FIELD BOSSIER PARISH, LOUISIANA

**PROPOSED ALTERNATE UNIT WELL AND
PROPOSED ALTERNATE UNIT WELLS AT EXCEPTIONAL LOCATION FOR
HOSS RA SU's 12, 13, 24, & 25 ; CV RA SU's 12, 13, 24, & 25 ; LCV RA SU's A, L, 59, & 65**

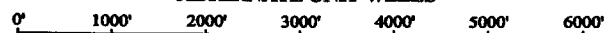
-----:EXISTING UNITS

⊙ : PROPOSED ALTERNATE UNIT WELL
AT EXCEPTIONAL LOCATION

⊙ : EXISTING HOSSON
RESERVOIR A UNIT AND
ALTERNATE UNIT WELLS

⊙ : EXISTING COTTON VALLEY
RESERVOIR A UNIT AND
ALTERNATE UNIT WELLS

⊙ : EXISTING LOWER COTTON VALLEY
RESERVOIR A UNIT AND
ALTERNATE UNIT WELLS



GRAPHIC SCALE